Report on Single Audit of the State of Ohio, Columbus, OH

Report No. SA2018052
May 2, 2018
What We Looked At
As part of our single audit program oversight responsibilities, we queried the Federal Audit Clearinghouse’s Image Management System to identify single audit reports containing findings that affect directly awarded Department of Transportation (DOT) programs. We reviewed the State of Ohio’s single audit report for the period ending June 30, 2017, which was prepared by an independent auditor.

What We Found
We found that the single audit report contained a significant finding related to non-compliance with the Office of Management and Budget’s (OMB) requirements that needs prompt action from the Federal Highway Administration’s (FHWA) management.

Recommendations
We recommend FHWA ensures that the State complies with OMB’s requirements. We also recommend that FHWA determine the allowability of the $5,824 transaction, then review all construction projects to ensure that expenditures were properly paid within the period of performance, and recover any additional questioned costs, if applicable.
Memorandum

Date: May 2, 2018

Subject: ACTION: Report on Single Audit of the State of Ohio, Columbus, OH | Report No. SA2018052

From: George E. Banks, IV
Program Director for Single Audit

To: Divisional Administrator, Federal Highway Administration (FHWA), Ohio Division Office

As part of our single audit program oversight responsibilities, we downloaded the single audit report of the State of Ohio\(^1\) for the fiscal year ended June 30, 2017. An independent auditor performed the audit pursuant to the provisions of the Office of Management and Budget’s (OMB) Uniform Guidance and identified a finding shown in the table below.

Within 30 days of this report, your Agency should identify specific actions planned or taken to resolve the finding and provide a target action date for implementation of the recommendations. The Office of Inspector General will track the recommendations until your Agency provides documentation of final action. The recommendations will be considered closed upon our review and concurrence. All actions should be coordinated through your Agency’s Single Audit Liaison. If you have any questions, please email singleauditrequest@oig.dot.gov.

cc: The Secretary
DOT Appointee for Single Audits
DOT Single Audit Liaison
Audit Liaison, FHWA, HCFB-32

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\(^1\) Copies of Single Audit reports prepared pursuant to OMB’s Uniform Guidance are available for download at https://harvester.census.gov/facweb/.
<table>
<thead>
<tr>
<th>Independent Auditor’s Finding Number</th>
<th>Independent Auditor’s Finding</th>
<th>OIG Recommendation Codes</th>
<th>OIG Recommendations</th>
</tr>
</thead>
<tbody>
<tr>
<td>2017-031</td>
<td>1. Non-compliance with the period of performance requirements, resulting in questioned costs of $5,824 (the independent auditor projected the questioned costs to an amount greater than $25,000).</td>
<td>A1</td>
<td>We recommend FHWA ensures the State complies with the period of performance requirements.</td>
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<td></td>
<td></td>
<td>A2</td>
<td>We recommend FHWA determine the allowability of the $5,824 transaction, then review all construction projects to ensure that expenditures were properly paid within the period of performance, and recover any additional questioned costs, if applicable.</td>
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</tbody>
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Source: independent auditor’s report
Our Mission

OIG conducts audits and investigations on behalf of the American public to improve the performance and integrity of DOT’s programs to ensure a safe, efficient, and effective national transportation system.